5 NOV 1958

MEMORANDUM FOR: Director of Central Intelligence

SUPSECT

: Proposed DCID to Establish a USID Security Committee

- 1. This memorandum contains a recommendation submitted for DCI approval. Such recommendation is contained in paragraph (11).
- 2. The publication of the 15 deptember 1998 revision of NSCID No. 1 (New Series) places certain responsibilities in the security field upon the DCI and the USID. Since there is neither a committee within USID nor a regularly constituted inter-Agencymedium through which actions might be initiated, it appears necessary that a mechanism be established for this purpose.
- 3. In view of the increased emphasis upon the protection of intelligence and intelligence sources and methods from unauthorized disclosure, it must be assumed that both the DCI and the USIB will review present directives and may initiate action for the further development of policies, procedures, and practices to provide the necessary safeguards for the protection of community intelligence.
 - 4. The security responsibilities under MSCID No. 1 are as follows:

FOR THE USIS

- a. In Section 2 paragraph a (5) the USID shall "Develop and review security standards and practices as they relate to the protection of intelligence sources and methods from unauthorized disclosure."
- b. For the member departments

 And agencies

In Section (5). "Each department and agency. however, shall remain responsible for the

protection of intelligence and of intelligence sources and methods within its own organisation. Each shall also establish appropriate internal policies and procedures to prevent the unauthorized discreases from which the agency of intelligence information or activity.

FOR THE DIRECTOR OF GENTRAL

In Section (5) "The Director of Central intelligence, while the productance and support of the members of the U.S. Intelligence Reard, whall capare the development of policies and procedures for the protection of intelligence and of intelligence courses and methods are unauthorised disclosure".

In addition to the above the Director has been given a special responsibility as followed The Director of Central Intelligence shall cost upon the departments and agencies, as appropriate, to investigate within their department or agency may unauthorized disclosure of intelligence or of intelligence sources or methods. A report of these investigations, including corrective measures taken as recommended within the department; and agencies involved, shall be transmitted to the Director of Central Intelligence for rectar and such further action as may be appropriate, including reports to the National Security Council or the President".

5. These respensibilities will require a continuing seview of mecarity practices and procedures by both the USID and the member departments and agencies. In this regard Executive Order 10501, effective December 5, and agencies. In this regard Executive Order 10501, effective December 5, defense information and thus provides uniformity inche basic procedures among the departments and agencies of governments blood departments and agencies in the intelligence community have supplemented Executive and agencies in the intelligence community have supplemented Executive Order 10501 with additional internal control procedures, particularly

where intelligence and special scarce material is involved. These copplemental centrols have neually been instituted on the basis of security requirements possible to the department or egency concerned and not necessarily on the basis of a security problem common to the intelligence community.

There is no present sufficience committee within the intelligence community to deal with security matters relating to the draftl protection of intelligence and of intelligence sources and raothods from unauthorized disclosure and the development of uniformity where appropriate in recurity procedures. The IAC did not have a committed for security gratiers of this nature. The USCIB did have a special committee on Coming Personnel Security Standards but this committee his been inoperative for the past two years. There was also an established USCID Security Committee (USCIA SECCOM) largely concerned with procedural matters, however, this committee, since the formation of USIB, bas been lapporative and there is no security committee in ICID to which its functions can logically be applicated. NSCID No. 6 prevides in conformity with Section (2) MSCID No. 1 that the USIB shall study standards and practices of the departments and agencies in protecting Comiat; and determine the degree and type of security pretection to be given ELINT activities.

Security directives carried over from the IAC and the USCIB which are currently in effect are DCID No. 11/1. Control of Initial Information Regarding Foreign Nuclear Explosions, DCID No. 11/2 Control of Dissemination and Use of Intelligence and Intelligence information, and USCIB No. 5 Standards and Practices for Gloarance of Foreumal for Comint.

The continuous review of security directives and concern with overall security matters affecting the intelligence community must necessarily be provided for by the USD to carry out its responsibilities.

7. In the past several years there have been serious unauthorized disclosures of intelligence and intelligence sources and methods. The investigations of these unauthorized disclosures have been carried out under difficult circumstances by the informal cooperative efforts of the accurity officers in the affected agencies and departments through their

constant security chancels. The informality of this system has retarded the investigative function to that there was no established extral coordinating point to chancel the investigative activities and exchange timely investigative leads and information. The results of these investigations are called according to calcular security regulations but more importantly, revealed certain weaknesses in the accurity systems of the fatellineace community in the dissomination and the heading of intelligence information, Certain corrective recommendations resulted from these investigations but there was no single committee or machanism by which action on these corrective measures could be taken on an over-

S. It is felt that there are more uncolhorized disclosures of information than is apparent to the intelligence community and some of these are accordingly never reported and investigated. The intricacios of the intelligence community atpucture with its opecialized committees and special channels of information have augusvated this problem. The discovery of a possible exactlerized disclosure is frequently discovered by those intelligence officers dealing with substantive intelligence information who recognise their information in anotherized lands. Often these suspicions are not immediately forwarded to the professional security officers who must take investigative action. The bide spread and timely exchange of information is the intelligence community makes it impossible to readily identify, in situations involving an unauthorized disclosure, those departments and agencies involved, as all have been raciplests of the identical piece of intelligence information. In the characte of a system for the reporting of suspected violations on a community basis, much valuable time to lost from the investigative standpoint in determining the principal agencies involved and organizing the informal lisions contacts in order to pursue a mutual investigative effort. Lacking a clearly defined procedure on a community level, there is certain resultant confusion and duplication of effort. In circumstances where the violation is suspected but not evident and no department appears to have primary responsibility or interest. there to a matural hasitation in the intelligence community to suggest through lisison champels that the violation may have occurred in another department. Accordingly, leaction is likely to be the final result.

- So In view of the rapid developments in the intelligence complex and frequent adjustments in the organizational structure to meet these changes, the security practions and procedures to be effective must be held under constant review. Weaknesses that are permitted to develop in the security system will speness or later lead to unsutherized disclosures and the resultant inventigations will generally revent these weaknesses. Failure to climinate the weaknesses on a community level will merely compound the security problems involved. The individual security officers of the member departments and agencies committee mechanism whereby the security officers can localize their mutual problems and more effectively develop and coordinate corrective actions.
- 10. It is, therefore, proposed that a USIB committee composed of the responsible security efficers of the member departments and agencies be established to not upon the security responsibilities established for USIB under NSCID No. 1 and to serve as a support mechanism when requested, to the Director of Central Intelligence in the exercise of his special responsibilities set forth in Section 5 of NSCID No. 1.
- 11. It is recommended that the attached proposed DCID be submitted to the USID for approvel.

Sheffield Edwards Director of Security

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Attachments
Proposed DCID